GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

AH,DD&F Dept., - Relief measure to EMU farmers to the extent of 50% of the outstanding balance of Principle amount on the loans taken in Banks – Operation Guideline s – Issued.

ANIMAL HUSBANDRY DAIRY DEVELOPMENT AND FISHERIES (AH-II) DEPARTMENT

G.O.RT.No. 266 Dated: 09-08-2018.

Read the following:

1. G.O.Rt.No.14, Dt. 16.04.2018 of AHDD&F (AH-II) Dept.
2. G.O.Rt.No.1230, Fin (FMU-AHDDF-CS) Dept. Dated 30.05.2018.
3. G.O.Rt.No.177, Dt.06.06.2018 of AHDD&F (AH-II) Dept.
4. From the DAH, A.P.,Lr.Roc.No.10563/EMU/Poultry/2018-19,Dt.06.07.2018.

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ORDER:

In the G.O first read above Government have issued orders extending relief measures to EMU farmers to the extent of 50% of the outstanding balance of Principle amount on the loans taken in Banks with the following guidelines and that the modalities for disbursement of Relief amount will be framed and implemented by the State Level Bankers Committee, A.P (SLBC).

i. To provide relief to the Emu Farmers to an extent of 50% of the outstanding balance of Principle amount on the loans taken by the EMU farmers in Banks.
ii. Banks have to waive un-debited interest fully in respect of NPA.
iii. Borrower has to pay 25% amount as arrived in point (i) and Banks have to Waive/written off the remaining 25% to close the account in full.
iv. Borrowers have to withdraw all the pending cases filed in various courts against the Government and Banks.

2. In the G.O second read above the Finance Dept. have issued Budget Release Orders (BRO) for an amount of Rs.35,19,13,000 /- (Rupees Thirty five crore nineteen lakh thirteen thousand).

3. Accordingly in the G.O third read above Govt. have issued Administrative sanction orders to extend relief measures to EMU farmers.

4. In the reference fourth read above the Director of Animal Husbandry, A.P., has stated that during 202nd SLBC meeting held on 26/04/2018 the Convener, SLBC has furnished certain guidelines covering all categories of EMU farmers similar to that of guidelines issued in the Agricultural Loan waiver Scheme implemented in Agriculture Dept., Government of A.P.

5. Government after examination hereby issues the guidelines as proposed by the State Level Bankers Committee (SLBC) Andhra Pradesh for implementation of the relief measures to the EMU farmers as follows:

Guidelines for implementation of relief measures to Emu Farmers:

1. **Scope and coverage of the scheme:** The proposed relief measures can be extended to the loans availed by Emu farmers from financial institutions viz., scheduled commercial banks, Regional Rural banks and cooperative banks (not UCBs) through their branches /societies in the state of Andhra Pradesh consisting of 13 districts.

2. **Types of facilities eligible under the scheme**: The loans availed by the farmers for the purpose of emu farming in the form of term loans and working capital are eligible under the scheme.

3. **Exclusion:** The loans availed by the farmers for emu hatcheries and emu processing units are not eligible under the scheme.

4. **Cut-off date for implementation**: All the loans availed for Emu farming (Both term loan and working capital) outstanding principle amount as on 31.12.2016 are eligible to cover under the scheme, whether it is NPA/PA.

5. **Category of the borrowers**: The scheme covers all the borrowers who have availed finance in the capacity of individual, sole proprietary firm, partnership firms, companies, HUF, joint borrowers, group of borrowers.

6. **Eligibility of the borrowers who have benefitted under other relief schemes of GOAP:** Availing benefit from Agricultural Debt redemption scheme for crop loans, Horticulture loans implemented by GOAP since 2014 till date will not bar the beneficiaries to avail relief measures to Emu farmers.

7. **Calculation of Eligible amount for relief:**
   - 7.1 The relief measure applicable to all performing and non performing assets on their principle outstanding as on 31.12.2016.
   - 7.2 Banks have to refund back end subsidy and/or interest free loan received from NABARD after implementation of the scheme.
   - 7.3 Banks have to waive 100% interest for all types of accounts.
   - 7.4 GOAP shall provide 50% of the eligible amount as relief.
   - 7.5 Banks have to waive 25% of the eligible amount under the scheme.
   - 7.6 Borrower has to pay 25% of the eligible amount, no additional charges and interest applicable on this amount.
   - 7.7 On the date of implementation, if the outstanding balance is less than the eligible amount/the account is closed; borrower cannot claim the refund from bank in respect of the recoveries made after the cut-off date.

8. **Computation of eligible amount as on 31.12.2016: For Examples:**

8.1 Backend subsidy or interest free loan adjusted to the loan account: Eligible amount: Outstanding principle amount as on 31.12.2016 including subsidy/interest free loan yet to return to NABARD incase part amount returned on account of recovery. In this case, after implementation of the relief measures, back end subsidy / interest free loan added above has to be returned by debiting the loan account to NABARD.

8.2 .Backend subsidy or interest free loans not adjusted to the loan account and kept in separate account: Outstanding principle amount as on 31.12.2016 is the eligible amount. After closure of the loan account, backend subsidy/balance of interest free loan which was kept in separate account has to be returned to NABARD.

9. **Withdrawal of court cases**: Borrowers have to withdraw all pending cases in all courts against Government, banks, SLBC, RBI, NABARD and for any other Govt. Agency before opting for availing the proposed relief measures. Banks should also withdraw all recovery proceedings pending before the courts at various stages immediately after the closure of the loan account.

10. **Role of beneficiary:**
   - 10.1 Approach the branch and arrive the eligible amount as per the Guidelines.
   - 10.2 Give consent to the bank for making payments as per the guidelines.
   - 10.3 Make the payment within 30 days after giving consent.
   - 10.4 Submit the proof of withdrawal of court cases against all the parties.

11. Role of Banks:

11.1. Controlling office should communicate the operational guidelines to all the branches for implementation.

11.2. Accord approval for waiver of interest as arrived in the above Guidelines immediately.

11.3. Send the claim of 50% of the eligible amount to the nodal bank branch after receipt of borrower share and bank share

11.4. After receipt of the Govt. share, loan account should be closed in full.

11.5. Issue no dues certificate to the borrower and withdraw recovery proceedings.

11.6. Submit utilization certificate to the Nodal branch immediately.

12. Role of Government:

12.1 Government has to designate one bank branch as Nodal branch for implementation of the scheme.

12.2 Place the funds in the bank account for making payments to the scheme implementing bank branch.

13. Role of Nodal Branch : Nodal branch should make the payment immediately after the receipt of the claim in the prescribed format directly to the credit of loan account of the beneficiary and collect the utilization certificate in the prescribed format for onward submission to the Government.

14. Audit: The book of the lending institution implementing the relief scheme shall be subject to the audit and branches have to extend their co-operation to the audit team designed for this purpose by the Govt.

15. Interpretation and power to resolve differences:

15.1 If any doubt arises on implementation of the scheme or any instructions issued in this regard, the state government shall resolve the doubt in consultation with SLBC and the decision of the State Government is final.

15.2 If any difficulty arises in giving effect to the provisions of the scheme or any instructions thereon, the State Government will take measure which appears to be necessary for the purpose of removing the difficulty.

16. Scheme implementation period: The proposed scheme for implementing relief measures to emu farmers will be in force till 30.09.2018.

6. The Director of Animal Husbandry Andhra Pradesh and the Convener State Level Bankers Committee

7. This orders issued with concurrence of Finance Department vide their U.O.Note No. Fin – 38027/79/2017-SO (FMU-A&CACS) – Fin (C.No.194708) Dt. 27.07.2018.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

GOPAL KRISHNA DWIVEDI
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Director, Animal Husbandry, A.P., Vijayawada,
The Convenor, State Level Bankers Committee (SLBC), A.P., Vijayawada,
Copy to:
The President., A.P.Emu Bird Rearer Victims Association, Bhimavaram, West Godavari District,
The Accountant General, A.P., Hyderabad,
The Director of Treasuries & Accounts., A.P, Vijayawada,
The P.A.O A.P, Velagapudi.,
The P.S to Hon'ble Minister (AH,DD&F) Dept.,
The Finance (FMU-A&C, ANIMAL HUSBANDRY, DAIRY DEVELOPMENT & FISHERIES DEPARTMENT- CS) Dept.,

The Govt. Pleader for Animal Husbandry and Fisheries. A.P, High Court of Judicature at Hyderabad.,
SF/SC.

// FORWARDED: BY ORDER//

SECTION OFFICER